

### Forget Everything You Think You Know: The Importance of Research & Integration in Green Power Marketing

Mark Hammer November 5, 2003



### About Green Mountain Energy Co.

- > Founded in August, 1997
- Leading retail provider of cleaner electricity in US
- > About 600,000 customers in seven states.
- Agreements in place with developers that represent almost 200 MW of new wind energy and 500 kW of new solar capacity



# Forget Everything You Know If What You Know Is This

- Primary research isn't necessary
  - I've read a lot about green power marketing
- I know who will buy green power
  - Environmentalists. People who buy organic produce
- I know what to say to people to get them to buy green power
  - After all, they want green power for the same reasons I do
- > I'll have a successful green program using bill inserts
  - A successful program yields 1% penetration



### How To Learn What You Don't Know

- > Review secondary research
- > Do primary research
  - Know your market and how it differs from others
  - Test messaging
- Use a variety of methodologies (qualitative and quantitative)
  - CATI
  - Mall Intercept
  - Online
  - Focus Groups, One-on-Ones, Dyads
- > Research across audiences



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  - Develop the message
  - Determine the tactics



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  - Which marketing tactics will you use and in what order?



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  - How will you develop momentum at launch?



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  - Which marketing tactics will you use and in what order?
  - How will you develop momentum at launch?
  - How will you maintain momentum 365 days a year?



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    - GMEC performed primary market research to segment the market for green power across a number of different markets
    - We then mapped customers in PGE territory who shared the demographics of our primary segment. This became our initial targeting
  - Develop the message
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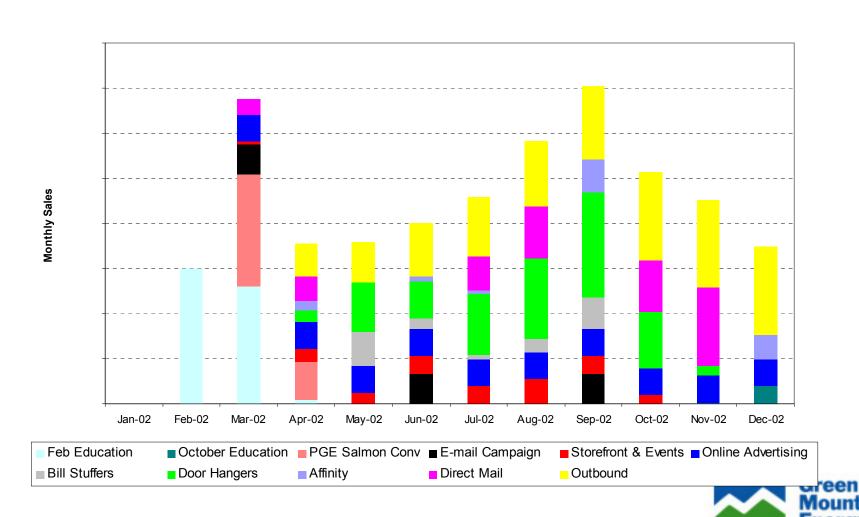


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- Determine the integrated marketing tactics & timeline
  - Working with PGE, we created a launch event that was carried by most news outlets in Oregon
  - We developed a marketing plan that stretched across all 12 months and so that each tactic drove another
  - We continue to test and re-test targeting & messaging through in-market tests and back-end analyses





#### > Results

- In just over a year, green power program enrollments rose by 400% in eighteen months to 26,000
- Green power penetration currently at 3.7% of the market
- PGE jumped from 8<sup>th</sup> to 4<sup>th</sup> on NREL's rankings



## Questions

